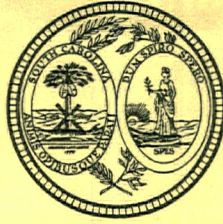


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The Public Service Commission State of South Carolina

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September 12, 2001

Margaret M. Fox
McNair Law Firm, PA
Post Office Box 11390
Columbia, SC 29211

DOCKET NO. 2001-361-C: Application for Approval of a Resale Agreement Between Farmers
Telephone Cooperative and Flatel, Inc.

Dear Ms. Fox:

The Negotiated Resale Agreement between Farmers Telephone and Flatel was presented to the Commission for consideration during its Regular Business Session on August 21, 2001.

After consideration, the Commission approved this Agreement since it is consistent with the standards of Section 252 (a) (1) of the Telecommunications Act of 1996 and since it is not discriminatory and is consistent with the public interest in that it promotes competition.

Consistent with previous Commission Orders, the Commission finds that the terms of this Agreement are not to be considered as a precedential standard for other agreements, nor are they binding on any other communications carrier.

Sincerely yours,

David S. Lacoste
Utilities Department